## Worker Adjustment and Retraining Notification (WARN) Act Public Law 100-379, codified at 29 USC 2101

## **Brief Summary**

The WARN Act is a federal law requiring employers of 100 or more full-time workers to give 60-days advance notice of closing or major layoffs.

Employers with 100 or more full workers are affected if they:

- 1. close a facility or discontinue an operating unit with 50 or more workers; or
- 2. lay off 50-499 workers (and these workers comprise at least 33% of the total workforce at a single site of employment); or
- 3. lay off 50 or more workers at a single site of employment.

## **Section 2102 Requires:**

- (a) An employer shall not order a plant closing or mass layoff until the end of a 60-day period after the employer serves written notice of such an order
  - (1) to each representative of the affected employees as of the time of the notice or, if there is no such representative at that time, to each affected employee; and
  - (2) to the State dislocated worker unit (designated or created under Title III of the Job Training Partnership Act) and the chief elected official of the unit of local government within which such closing or layoff is to occur. If there is more than one such unit, the unit of local government which the employer shall notify is the unit of local government to which the employer pays the highest taxes for the year preceding the year for which the determination is made.
- (b) (1) An employer may order the shutdown of a single site of employment before the conclusion of the 60-day period if as of the time that notice would have been required the employer was actively seeking capital or business which if obtained, would have enabled the employer to avoid or postpone the shutdown and the employer reasonably and in good faith believed that giving the notice required would have precluded the employer from obtaining the needed capital or business.
  - (2) (A) An employer may order a plant closing or mass layoff before the conclusion of the 60-day period if the closing or mass layoff is caused by business circumstances that were not reasonably foreseeable as of the time that notice would have been required.

- (B) No notice under this Act shall be required if the plant closing of mass layoff is due to any form of natural disaster, such as a flood, earthquake, or the drought currently ravaging the farmlands of the United States.
- (3) An employer relying on this Subsection shall give as much notice as is practicable and at that time shall give a brief statement of the basis for reducing the notification period.
- (c) A layoff of more than 6 months which, at its outset, was announced to be a layoff of 6 months or less, shall be treated as an employment loss under the Act unless
  - (1) he extension beyond 6 months is caused by business circumstances (including unforeseeable changes in price or cost) not reasonably foreseeable at the time of the initial layoff; and
  - (2) notice is given at the time it becomes reasonably foreseeable that the extension beyond 6 months will be required.
- (d) For purposes of this Section, in determining whether a plant closing or mass layoff has occurred or will occur, employment losses for 2 or more groups at a single site of employment, each of which is less than the minimum number of employees specified in Section 2(a)(2) or (3) but which in the aggregate exceed that minimum number, and which occur within any 90-day period shall be considered to be a plant closing or mass layoff unless the employer demonstrates that the employment losses are the result of separate and distinct actions and causes and are not an attempt by the employer to evade the requirements of this Act.